



February 21, 2005

LG&E Energy LLC
220 West Main Street (40202)
P.O. Box 32030
Louisville, Kentucky 40232

VIA HAND DELIVERY

Ms. Elizabeth O'Donnell
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
P. O. Box 615
Frankfort, KY 40602-0615

RECEIVED

FEB 21 2005

PUBLIC SERVICE
COMMISSION

**Re: PowerGen plc, LG&E Energy Corp., Louisville Gas & Electric Company,
and Kentucky Utilities Company (Case No. 2000-095)
and
E.ON AG, PowerGen plc, LG&E Energy Corp., Louisville Gas & Electric
Company, and Kentucky Utilities Company (Case No. 2001-104)**

Dear Ms. O'Donnell:

Pursuant to the Commission's Order in Case No. 2000-095, the Companies do hereby file their response for Kentucky Utilities Company ("KU") to *Summary of Findings, No. 8 and Appendix B, Reporting Requirements to be filed Quarterly, No. 3, Case No. 2000-095*. An original and three (3) copies of this response are enclosed. This response was filed separately with the Commission's Rates and Tariffs Division on February 21, 2005.

By letter dated February 14, 2005, the Companies announced that these KU quarterly Twelve-Month Ended Income Statements and Balance Sheets, on a Kentucky Jurisdictional and Other Jurisdictional operations basis, would be delayed. These statements are attached hereto.

Please confirm your receipt of this filing by placing the File Stamp of your Office with date received on the extra copy and returning it to me in the enclosed envelope.

Should you have any questions regarding the information filed herewith, please contact me at 502-627-4110 or contact Roger Hickman at 502-627-4031.

Sincerely yours,

John Wolfram
Manager, Regulatory Affairs

Enclosures

Cc: Mr. Richard G. Raff, Office of the General Counsel
Mr. Isaac Scott, Financial Analysis Division
Ms. Joyce Spear, Rates and Tariffs Division

KENTUCKY UTILITIES COMPANY

Balance Sheet
At December 31, 2004
Assets and Other Debits

Title of Account Column A	No. Col. B	Total Kentucky Utilities Column C	KU Retail Jurisdictional Column D	Other Jurisdictional Column E
Utility Plant				
Utility Plant	101-106	\$ 3,571,166,222	\$ 3,100,365,563	\$ 470,800,659
Plus: Construction Work in Progress	107	140,982,970	127,566,791	13,416,179
Total Utility Plant		\$ 3,712,149,192	\$ 3,227,932,354	\$ 484,216,838
Less: Accumulated Provision for Depreciation	108,111	1,681,813,237	1,449,489,841	232,323,396
Net Utility Plant		\$ 2,030,335,956	\$ 1,778,442,513	\$ 251,893,443
Other Property and Investments				
Non-Utility Property	121	\$ 1,027,089	\$ -	\$ 1,027,089
Less: Accum Prov for Depr and Amortization	122	130,922	-	130,922
Investment in Subsidiary Companies	123.1	13,631,471	-	13,631,471
Non-Current Portion of Allowances	158.1	-	-	-
Other Investments	124	500,215	-	500,215
Special Funds	125-128	5,450,439	-	5,450,439
Total Other Property and Investments		\$ 20,478,292	\$ -	\$ 20,478,292
Current and Accrued Assets				
Cash	131	\$ 4,344,012	\$ 3,819,777	\$ 524,235
Special Deposits	132-134	142,985	125,730	17,255
Working Funds	135	94,673	83,248	11,425
Temporary Cash Investments	138	-	-	-
Customer Accounts Receivable	142	60,634,566	41,208,678	19,425,888
Other Accounts Receivable	143	5,046,105	4,437,141	608,964
Less: Accum Prov for Uncollectable Accts-Credit	144	622,966	543,457	79,509
Notes Receivable from Associated Companies	145	-	-	-
Accounts Receivable from Associated Companies	146	199,703	-	199,703
Fuel	151	52,248,632	45,021,079	7,227,553
Plant Materials and Operating Supplies	154	22,573,864	19,532,775	3,041,089
Allowances	158.1	3,710,299	3,192,241	518,058
Less: Non-Current Portion of Allowances	158.1	-	-	-
Stores Expense Undistributed	163	5,397,804	4,670,627	727,177
Prepayments	165	6,199,919	5,426,345	773,574
Interest and Dividends Receivable	171	15,000	13,190	1,810
Accrued Utility Revenues	173	47,507,000	(8,585,000)	56,092,000
Miscellaneous Current Assets - Mark to Market	174	-	-	-
Total Current and Accrued Assets		\$ 207,491,597	\$ 118,402,374	\$ 89,089,223
Deferred Debits				
Unamortized Debt Expense	181	\$ 4,732,447	\$ 4,161,335	\$ 571,112
Unrecovered Plant and Regulatory Costs	182	-	-	-
Other Regulatory Assets	182.3	79,971,943	72,787,030	7,184,913
Preliminary Survey and Inventory	183	-	-	-
Clearing Accounts	184	580,986	516,345	64,641
Miscellaneous Deferred Debits	186	36,732,079	28,994,062	7,738,017
Unamortized Loss on Re-Acquired Debt	189	11,369,948	9,997,822	1,372,126
Accumulated Deferred Income Taxes	190	54,918,233	46,932,573	7,985,660
Total Deferred Debits		\$ 188,305,636	\$ 163,389,167	\$ 24,916,468
Total Assets and Other Debits		\$ 2,446,611,480	\$ 2,060,234,054	\$ 386,377,426

KENTUCKY UTILITIES COMPANY

Balance Sheet

At December 31, 2004

Liabilities and Other Credits

Title of Account Column A	No. Col. B	Total Kentucky Utilities Column C	KU Retail Jurisdictional Column D	Other JurMedMcMonal Column E
Proprietary Capital				
Common Stock Issued	201	\$ 308,139,978	\$ 270,818,063	\$ 37,321,915
Preferred Stock Issued	204	40,000,000	\$ 35,155,200	4,844,800
Premium on Capital Stock	207	-	-	-
Paid in Capital	208-211	15,000,000	13,183,200	1,816,800
Derivative Cumulative Effect	214200	-	-	-
Capital Stock Expense	214	(594,394)	(522,401)	(71,993)
Retained Earnings	215-216	647,299,790	568,898,840	78,400,950
Unappropriated Undistributed Subsidiary Earnings	216.1	12,085,671	-	12,085,671
Total Proprietary Capital		<u>\$ 1,021,931,044</u>	<u>\$ 887,532,902</u>	<u>\$ 134,398,142</u>
Long Term Debt				
Bonds	221	\$ 385,030,000	\$ 338,395,166	\$ 46,634,834
Long Term Debt Marked to Market	221200	8,180,817	7,189,956	990,861
Long Term Debt To Associated Companies	233006	258,000,000	226,751,040	31,248,960
Other Long Term Debt	224	-	-	-
Unamortized Premium on Long Term Debt	225	-	-	-
Total Long Term		<u>\$ 651,210,817</u>	<u>\$ 572,336,162</u>	<u>\$ 78,874,655</u>
Other Non-Current Liabilities				
Accumulated Provision for Property Insurance	228.1	\$ -	\$ -	\$ -
Accumulated Provision for Injuries and Damages	228.2	-	-	-
Accumulated Provision for Pensions and Benefits	228.3	86,977,107	77,300,034	9,677,073
Accumulated Miscellaneous Operating Provision	228.4	-	-	-
Total Other Non-Current Liabilities		<u>\$ 86,977,107</u>	<u>\$ 77,300,034</u>	<u>\$ 9,677,073</u>
Current and Accrued Liabilities				
Notes Payable	231	\$ -	\$ -	\$ -
Accounts Payable	232	74,699,277.34	66,388,236	8,311,041
Notes Payable to Associated Companies	233	34,820,000	30,602,602	4,217,398
Accounts Payable to Associated Companies	234	33,033,678	-	33,033,678
Customer Deposits	235	14,998,572	14,314,820	683,752
Taxes Accrued	236	8,137,951	7,018,248	1,119,704
Interest Accrued	237	5,788,973	5,087,813	701,160
Dividends Declared	238	188,000	165,229	22,771
Matured Long Term Bonds/LTD Due in 1 Year	239	75,000,000	-	75,000,000
Tax Collections Payable	241	3,185,936	2,652,077	533,859
Miscellaneous Current and Accrued Liabilities	242	7,692,624	6,836,743	855,881
Total Current and Accrued Liabilities		<u>\$ 257,545,012</u>	<u>\$ 133,065,768</u>	<u>\$ 124,479,245</u>
Deferred Credits				
Customer Advances for Construction	252	\$ 1,611,500	\$ 1,596,053	\$ 15,448
Accumulated Deferred Investment Tax Credits	255	3,805,051	3,183,040	622,011
Other Deferred Credits	253	9,221,485	8,343,777	877,708
Other Regulatory Liabilities	254	46,829,542	41,619,287	5,210,255
Asset Retirement Obligation	230	20,953,441	18,027,712	2,925,729
Miscellaneous Long Term Liability Due to Associated Companies	234	-	-	-
Accumulated Deferred Income Taxes	281-283	346,526,481	296,138,065	50,388,416
Total Deferred Credits		<u>\$ 428,947,500</u>	<u>\$ 368,907,933</u>	<u>\$ 60,039,566</u>
Total Liabilities and Other Credits		<u>\$ 2,446,611,480</u>	<u>\$ 2,039,142,799</u>	<u>\$ 407,468,681</u>
Adjustment to Balance		\$ -	(\$21,091,255)	\$ 21,091,255

KENTUCKY UTILITIES COMPANY

Statement of Income

Twelve Months Ended December 31, 2004

Title of Account Column A	No. Col. B	Total Kentucky Utilities Column C	KU Retail Jurisdictional Column D	Other Jurisdictional Column E
Utility Operating Income				
Operating Revenues:	440	\$ 303,634,902	\$ 281,743,257	\$ 21,891,645
Residential Sales	442			
Commercial and Industrial Sales:		206,930,719	196,278,179	10,652,540
Small (or Comm) - Rural Comm & Comm L&P		222,263,376	210,564,686	11,698,690
Large (or Ind) - Industrial & Mine Power	444	7,749,388	7,529,146	220,243
Public Street and Highway Lighting	445	64,408,658	60,590,763	3,817,894
Other Sales to Public Authorities		\$ 804,987,043	\$ 756,706,031	\$ 48,281,013
Total Sales to Ultimate Consumers				
Sales for Resale	447	160,002,360	81,520,236	78,482,125
Total Sales of Electricity		\$ 964,989,404	\$ 838,226,266	\$ 126,763,138
Less: Provision for Refund	449.1	(4,750,714)	(6,729,716)	1,979,002
Total Revenues Net of Provision for Refund		\$ 969,740,117	\$ 844,955,982	\$ 124,784,136
Other Operating Revenues:				
Miscellaneous Service Revenues	451	1,227,647	1,199,766	27,881
Rent from Electric Property	454	2,492,726	2,358,640	134,086
Other Electric Revenues	456	21,901,827	17,495,038	4,406,789
Total Other Operating Revenues		\$ 25,622,200	\$ 21,053,443	\$ 4,568,757
Total Operating Revenue		\$ 995,362,317	\$ 866,009,425	\$ 129,352,892
Operating Expenses:				
Operation Expenses	401	\$ 581,761,085	\$ 506,019,587	\$ 75,741,498
Maintenance Expenses	402	60,891,726	53,366,828	7,524,898
Depreciation Expense	403	102,621,187	89,589,152	13,032,035
Amortization of Limited-Term Electric Plant	404	6,250,772	5,472,936	777,836
Regulatory Credits	407	(1,521,074)	(1,308,691)	(212,383)
Taxes Other than Income Taxes	408.1	16,653,320	14,789,607	1,863,713
Income Taxes - Federal	409.1	39,821,303	Total Income Taxes	
Income Taxes - State	409.1	17,834,658	67,871,833	11,257,452
Provision for Deferred Income Taxes	410.1	74,339,709		
Provision for Deferred Income Taxes - Credit	411.1	(52,866,385)		
Accretion Expense	411.1	1,302,024	1,120,226	181,798
Investment Tax Credit Adjustment - Net	411.4	-	-	-
Losses/(Gains) from Disposition of Allowances	411.8	(444,235)	(382,208)	(62,027)
Total Utility Operating Expenses		\$ 846,644,090	\$ 736,539,270	\$ 110,104,820
Net Utility Operating Income		\$ 148,718,227	\$ 129,470,155	\$ 19,248,072

KENTUCKY UTILITIES COMPANY

Statement of Income
 Twelve Months Ended December 31, 2004

Title of Account Column A	No. Col. B	Total Kentucky Utilities Column C	KU Retail Jurisdictional Column D	Other Jurisdictional Column E
Other income and Deductions are not separated on a jurisdictional basis.				
Other Income and Deductions		\$ 6,390,317		
Total Other Income		(1,181,344)		
Total Other Income Deductions		(2,683,157)		
Total Taxes on Other income and Deductions		\$ 10,254,818		
Net Other Income and Deductions				
Interest Charges				
Interest on Long Term Debt	427	\$ 21,573,894		
Amortization of Debt Discount and Expense	428	255,101		
Amortization of Loss on Re-Acquired Debt	428.1	759,315		
Amortization of Premium on Debt - Credit	429	-		
Amortization of Gain on Re-Acquired Debt - Credit	429.1	-		
Interest on Debt to Associated Companies	430	399,001		
Other Interest Expense	431	2,740,509		
Allowance for Borrowed Funds Used During Construction	432	(226,257)		
Net Interest Charges		\$ 25,501,563	\$ 22,570,327	\$ 2,931,236
Net Income		\$ 133,471,481		